


# COUNTY OF YORK

## MEMORANDUM

**DATE:** April 20, 2006 (BOS Mtg. 5/2/06)

**TO:** York County Board of Supervisors

**FROM:** James O. McReynolds, County Administrator 

**SUBJECT:** State and Federal Historic Building Renovation Tax Credits

At the beginning of the Riverwalk construction project, the Board authorized agreements to enable the use of state and federal historic building renovation tax credits to offset a portion of the cost of relocating and renovating the Freight Shed. It was anticipated that this arrangement would generate savings of approximately \$300,000.

Final audit of the Freight Shed and Riverwalk Landing construction expenditures have determined that there is an opportunity to increase the savings from \$300,000 to approximately \$360,000 by shifting qualified expenditures from the County's Riverwalk construction budget to the Yorktown Freight Shed, LP, account so that they are qualified for the increased tax credits. In order to do this, the amount of funding loaned to the Economic Development Authority (EDA) and, in turn, to the Yorktown Freight Shed, LP, will need to be increased by \$100,000. This will not increase the overall expenditures incurred for the total project. It will merely shift expenditures from one account to another and change the routing of the payments. Rather than the payments for these additional qualifying expenditures going directly from the County to the contractor, the records will reflect the funds going from the County to the EDA, to the Partnership, and then to the contractor.

Proposed Resolution R06-62 to allow the County to take advantage of the additional tax credits is attached for the Board's consideration, and I recommend its adoption.

White/3737  
Attachment

- Proposed Resolution R06-62